

TALTON COMMUNICATIONS

Balance Sheet

January 2014 to December 2018

| | Jan - Dec 2014 | Jan - Dec 2015 | Jan - Dec 2016 | Jan - Dec 2017 | Jan - Dec 2018 |
|---------------------------------------|----------------|----------------|----------------|----------------|----------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Bank Accounts | | | | | |
| ATM | | | | | |
| CASH CHECKING-Bank of America | | | | | |
| CASH CHECKING-CHECK CASHING | | | | | |
| CASH CHECKING-First Cahawba | | | | | |
| CASH CHECKING-ServiceFirst | | | | | |
| CASH CHECKING-ServiceFirst MM | | | | | |
| CASH CHECKING-Trustmark | | | | | |
| CASH CHECKING-Well Fargo - MB | | | | | |
| CASH CHECKING-WELLS FARGO | | | | | |
| CASH CHECKING-Wells Fargo MM | | | | | |
| Check Cash Machine | | | | | |
| TD Ameritrade | | | | | |
| Total Bank Accounts | | | | | |
| Accounts Receivable | | | | | |
| Accounts Receivable Telmate | | | | | |
| Accounts Receivable-Hemphill, Phillip | | | | | |
| Accts Rec-Invoiced Customers | | | | | |
| Due From In Shape Fitness | | | | | |
| Due From Riggs Land Co. | | | | | |
| Due from Samco | | | | | |
| Due From Talton Network | | | | | |
| Due From TT&L | | | | | |
| Due from WIFIZAPPER | | | | | |
| Prepaid Bid Bonds | | | | | |
| Telmate LD Reimb. | | | | | |
| Total Accounts Receivable | | | | | |
| Other Current Assets | | | | | |
| Cash On Hand | | | | | |
| Investment - Medley Golf | | | | | |
| Note Receivable-CPMC | | | | | |
| Note Receivable-WWISP | | | | | |
| Notes Rec.-J. Talton, Jr. | | | | | |

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|--|--|--|--|--|--|
| Other A/R | | | | | |
| Prepaid - Ins. BCBS | | | | | |
| Prepaid Legal Fees | | | | | |
| Prepaid Long Distance | | | | | |
| Telmate Partner-InTransit | | | | | |
| Uncategorized Asset | | | | | |
| Undeposited Funds | | | | | |
| Total Other Current Assets | | | | | |
| Total Current Assets | | | | | |
| Fixed Assets | | | | | |
| Accumulative Depreciation | | | | | |
| Air Machines | | | | | |
| ATM Equipment | | | | | |
| Coin Machine Equipment | | | | | |
| Computer Equipment | | | | | |
| Computer Software | | | | | |
| Equipment-Cashless ATM | | | | | |
| Furniture & Fixtures | | | | | |
| Kiosks Machines | | | | | |
| Lease Hold Improvements | | | | | |
| Office Equipment | | | | | |
| Other- Fixed Assets | | | | | |
| Telephone Equipment | | | | | |
| Vehicles | | | | | |
| Vehicles-Capital Lease | | | | | |
| Total Fixed Assets | | | | | |
| Other Assets | | | | | |
| Accumulated Amortization of Other Assets | | | | | |
| Due From In Shape Fitness-1 | | | | | |
| Due From Telmate | | | | | |
| Due From WIFI | | | | | |
| Investment - State Of, LLC (Ellis) | | | | | |
| Organizational Cost | | | | | |
| Payroll Advances | | | | | |
| Stocks | | | | | |
| Total Other Assets | | | | | |
| TOTAL ASSETS | | | | | |
| LIABILITIES AND EQUITY | | | | | |
| Liabilities | | | | | |
| Current Liabilities | | | | | |
| Accounts Payable | | | | | |

| | | | | | | |
|---------------------------------------|--|--|--|--|--|--|
| Accounts Payable | | | | | | |
| Due to WWISP | | | | | | |
| Total Accounts Payable | | | | | | |
| Other Current Liabilities | | | | | | |
| Accrued Expenses | | | | | | |
| Accrued Profit Sharing | | | | | | |
| Current Portion of Notes Payabl | | | | | | |
| Deferred Gain | | | | | | |
| Due to 401-K | | | | | | |
| Due to Julius Talton | | | | | | |
| Due to Rigg's Land Co. | | | | | | |
| Due to Talton Network Services | | | | | | |
| Due to Telmate LLC | | | | | | |
| Due to TT&L | | | | | | |
| Line of Credit - First Cahawba | | | | | | |
| Line of Credit - ServisFirst Bank | | | | | | |
| Line Of Credit-Trustmark | | | | | | |
| Payroll Liabilites | | | | | | |
| Payroll Liabilities | | | | | | |
| Sales tax payable | | | | | | |
| Total Other Current Liabilities | | | | | | |
| Total Current Liabilities | | | | | | |
| Long-Term Liabilities | | | | | | |
| Less- Current Portion LT Debt | | | | | | |
| Line Of Credit - Wells Fargo | | | | | | |
| Line Of Credit-Colonial Bank | | | | | | |
| Note Payable - First Cahawba | | | | | | |
| Note Payable - Explorer | | | | | | |
| Note Payable - Ford F-150 2017 | | | | | | |
| Note Payable - Ford F-350 2017 | | | | | | |
| Note Payable - Ford F350 | | | | | | |
| Note Payable - Morgan Chase Ban | | | | | | |
| Note Payable - Payphones | | | | | | |
| Note Payable - Replacemt Ryder Trucks | | | | | | |
| Note Payable - Ryder Transportation | | | | | | |
| Note Payable PBTC-Coins2Cash | | | | | | |
| Note Payable-2005 Chevy Cargo V | | | | | | |
| Note Payable-2009 Ford F-150 | | | | | | |
| NOTE Payable-Banktrust | | | | | | |
| Note Payable-Banktrust #2270117 | | | | | | |
| Note Payable-Wells Fargo | | | | | | |

| | | | | | | |
|------------------------------|--|--|--|--|--|--|
| Total Long-Term Liabilities | | | | | | |
| Total Liabilities | | | | | | |
| Equity | | | | | | |
| AAA Adjustments | | | | | | |
| Capital Stock | | | | | | |
| Opening Bal Equity | | | | | | |
| Partner Distributions | | | | | | |
| Retained Earnings | | | | | | |
| Net Income | | | | | | |
| Total Equity | | | | | | |
| TOTAL LIABILITIES AND EQUITY | | | | | | |

Tuesday, Feb 26, 2019 07:13:43 AM GMT-8 - Cash Basis

TALTON COMMUNICATIONS

Profit and Loss

January 2014 - December 2018

| | Jan - Dec 2014 | Jan - Dec 2015 | Jan - Dec 2016 | Jan - Dec 2017 | Jan - Dec 2018 | Total |
|---------------------------------|----------------|----------------|----------------|----------------|----------------|-------|
| Income | | | | | | |
| AIR MACHINE INCOME | | | | | | |
| CHECK CASH INCOME | | | | | | |
| COIN MACHINE INCOME | | | | | | |
| INMATE INCOME | | | | | | |
| Other | | | | | | |
| PAYPHONE INCOME | | | | | | |
| PAYSTOP INCOME | | | | | | |
| Sales of Product Income | | | | | | |
| Unapplied Cash Payment Income | | | | | | |
| Total Income | | | | | | |
| Cost of Goods Sold | | | | | | |
| AIR MACHINE COST OF GOOD SOLD | | | | | | |
| CHECK CASH COST OF GOODS SOLD | | | | | | |
| COINS2CASH COST OF GOODS SOLD | | | | | | |
| Cost of Goods Sold | | | | | | |
| INMATE COST OF GOODS SOLD | | | | | | |
| PAYPHONE COST OF GOODS SOLD | | | | | | |
| PAYSTOP COST OF GOODS SOLD | | | | | | |
| Total Cost of Goods Sold | | | | | | |
| Gross Profit | | | | | | |
| Expenses | | | | | | |
| Advertising | | | | | | |
| Air Machine Subscriptions | | | | | | |
| Automobile Expense | | | | | | |
| Bad Debt | | | | | | |
| Bank Service Charges | | | | | | |
| Checks Cashed | | | | | | |
| Coin2Cash Expenses | | | | | | |
| Contract Labor | | | | | | |
| Contributions | | | | | | |
| Dues and Subscriptions | | | | | | |
| Gifts | | | | | | |
| Insurance | | | | | | |
| Interest Expense | | | | | | |

| | | | | | | |
|----------------------------------|--|--|--|--|--|--|
| Kiosks Cash Shortage/Overage | | | | | | |
| Lease Expense | | | | | | |
| Licenses and Permits | | | | | | |
| Maintenance | | | | | | |
| Meals and Entertainment | | | | | | |
| Miscellaneous | | | | | | |
| Other Miscellaneous Service Cost | | | | | | |
| Payroll Service Fee | | | | | | |
| Payroll Taxes | | | | | | |
| Payroll-Bonus | | | | | | |
| Pest Control | | | | | | |
| Postage and Delivery | | | | | | |
| Professional Development | | | | | | |
| Professional Fees | | | | | | |
| Regulatory Fees | | | | | | |
| Rent | | | | | | |
| Repair - Vehicle | | | | | | |
| Repairs | | | | | | |
| Retirement Expense - 401K | | | | | | |
| Salary & Wages | | | | | | |
| Satellite Tracking | | | | | | |
| Software | | | | | | |
| Supplies | | | | | | |
| Taxes | | | | | | |
| Telephone | | | | | | |
| Travel | | | | | | |
| Uncategorized Expense | | | | | | |
| Uniforms | | | | | | |
| Utilities | | | | | | |
| Wireless Service | | | | | | |
| Total Expenses | | | | | | |
| Net Operating Income | | | | | | |
| Other Income | | | | | | |
| Capital Gain Distribution | | | | | | |
| Dividend Income | | | | | | |
| Gain on Sale | | | | | | |
| Interest Income | | | | | | |
| Loss on Sale of investments | | | | | | |
| Loss on Sale of Vehicle | | | | | | |
| Other Income | | | | | | |
| Total Other Income | | | | | | |

Other Expenses

| | | | | | | |
|--|--|--|--|--|--|--|
| Depreciation Expense | | | | | | |
| Other Expenses | | | | | | |
| Reconciliation Discrepancies-1 | | | | | | |
| Reimbursement-Coins2Cash - Cost of Good Sold | | | | | | |
| Reimbursment-Coins2Cash | | | | | | |
| Total Other Expenses | | | | | | |
| Net Other Income | | | | | | |
| Net Income | | | | | | |